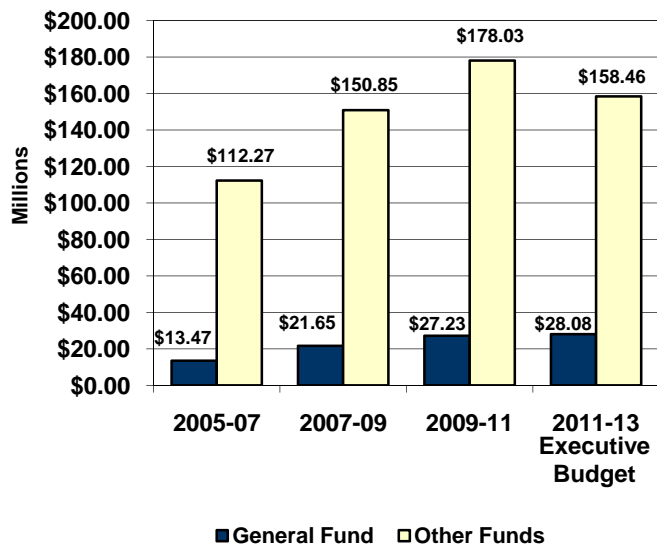


**Department 301 - State Department of Health
 House Bill No. 1004**

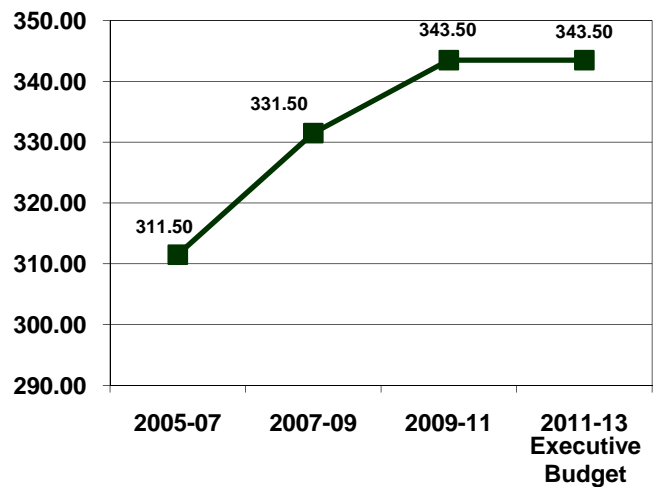
	FTE Positions	General Fund	Other Funds	Total
2011-13 Executive Budget	343.50	\$28,080,556	\$158,456,189	\$186,536,745
2009-11 Legislative Appropriations	343.50	27,231,665	178,028,531	205,260,196 ¹
Increase (Decrease)	0.00	\$848,891	(\$19,572,342)	(\$18,723,451)

¹The 2009-11 appropriation amounts include \$322,000, \$150,000 of which is from the general fund, for the agency's share of the \$16 million funding pool appropriated to the Office of Management and Budget for special market equity adjustments for executive branch employees. The 2009-11 appropriation amounts do not include \$2,600 from the general fund for the agency's share of an internship program, \$38,233 of additional special funds authority resulting from a carryover of colorectal cancer screening funds from the 2007-09 biennium, and \$12,361,138 of additional special funds authority resulting from Emergency Commission action during the 2009-11 biennium.

Agency Funding



FTE Positions



Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2011-13 Executive Budget	\$27,805,556	\$275,000	\$28,080,556
2009-11 Legislative Appropriations	23,155,294	4,076,371	27,231,665
Increase (Decrease)	\$4,650,262	(\$3,801,371)	\$848,891

First House Action

Attached is a summary of first house changes.

**Executive Budget Highlights
 (With First House Changes in Bold)**

	General Fund	Other Funds	Total
Administrative Support			
1. Removes one-time funding from the general fund provided in the 2009-11 biennium relating to a contingent transfer from the general fund to the community health trust fund	(\$2,405,371)		(\$2,405,371)
2. Removes one-time funding for a regional health network pilot project grant	(\$275,000)		(\$275,000)
3. Provides one-time funding for a regional health network incentive grant. The House removed this funding.	\$275,000		\$275,000
4. Decreases funding for operating expenses, including the following major decreases:	(\$67,596)	(\$29,449)	(\$97,045)

	Decrease	Total Provided
Travel	\$19,124	\$107,322
Postage	\$83,056	\$225,737
Repairs	\$16,518	\$13,137

5. Adds funding for 1 FTE position for a performance improvement manager and health infrastructure improvements, including salaries and wages (\$174,103) and operating expenses (\$19,635). **The House removed funding for federal health care reform, including health infrastructure funding for salaries and wages (\$174,103) and operating expenses (\$25,897), including indirect cost allocations.** \$193,738 \$193,738
6. Deletes 1.25 FTE positions to provide for positions added in administrative support and the Community Health Section

Medical Services

7. Decreases funding for operating expenses, including the following major increases (decreases): (\$88,256) \$20,778 (\$67,478)

	Increase (Decrease)	Total Provided
Travel	(\$71,107)	\$196,747
Supply/material - Professional	(\$79,800)	\$324,209
Information technology contractual services and repairs	\$60,000	\$426,167
Fees - Professional services	\$175,303	\$1,139,500
Medical, dental, and optical	(\$150,278)	\$20,617,324

8. Increases grants to local health units for the federal immunization program \$143,490 \$143,490
9. Removes one-time funding from the general fund provided in the 2009-11 biennium for immunization program grants (\$1,200,000) (\$1,200,000)
10. Provides federal funding for an increase in epidemiology laboratory capacity, including temporary salaries and wages (\$138,623), operating costs (\$16,800), and grants (\$320,000) \$475,423 \$475,423
11. Removes 2009-11 biennium funding for capital bond payments (\$181,035) (\$73,450) (\$254,485)
12. Provides funding for capital bond payments \$183,022 \$85,832 \$268,854
13. Removes federal fiscal stimulus funding provided in the 2009-11 biennium (\$1,218,870) (\$1,218,870)
14. Adds federal fiscal stimulus funding for the 2011-13 biennium for the immunization program (\$528,207) and health care-associated infections (\$80,328) \$608,535 \$608,535
15. Deletes .25 FTE position to provide for positions added in administrative support and the Community Health Section

Health Resources

16. Increases funding for operating expenses, including the following major increases (decreases): (\$19,493) \$157,096 \$137,603

	Increase (Decrease)	Total Provided
Travel	\$59,327	\$794,542
Supplies - Information technology software	\$19,400	\$45,890
Office equipment, furniture, and supplies	(\$51,342)	\$7,600
Rentals/leases - Building/land	\$18,050	\$113,703
Information technology data processing	\$33,229	\$116,460
Fees - Professional services	\$25,189	\$135,800

17. Removes federal fiscal stimulus funding provided in the 2009-11 biennium (\$4,072) (\$4,072)
18. Provides funding for information technology equipment over \$5,000 \$15,000 \$15,000

Community Health

19. Increases funding for operating expenses, including the following major increases (decreases): \$27,956 \$462,575 \$490,531

	Increase (Decrease)	Total Provided
Travel	\$22,813	\$442,369
Supply/material - Professional	\$23,597	\$625,878
Office equipment, furniture, and supplies	(\$29,280)	\$3,300
Rentals/leases - Building/land	\$33,897	\$192,628
Information technology contractual services and repairs	\$133,800	\$413,621
Fees - Professional services	\$272,651	\$4,986,420

20. Removes funding added in the 2009-11 biennium relating to domestic violence grants (\$1,000,000) (\$1,000,000)

21. Increases funding for the domestic violence/rape crisis program grants to provide \$1.7 million \$1,000,000 \$1,000,000

22. Removes funding provided in the 2009-11 biennium relating to fetal alcohol syndrome grants (\$369,900) (\$369,900)

23. Provides funding for prenatal alcohol screening and intervention grants. **The House removed this funding.** \$388,458 \$388,458

24. Removes one-time funding from the general fund provided in the 2009-11 biennium relating to mobile dental care grants (\$196,000) (\$196,000)

25. Increases (decreases) federal funding for grants, including the following major changes: \$684,697 \$684,697

	Increase (Decrease)	Total Provided
Cardiovascular health	\$50,000	\$50,000
Cardiovascular health program capacity building	150,000	150,000
Community defined solutions	174,700	949,700
Family planning program	(375,500)	2,234,500
Maternal and child health	(323,700)	1,651,300
Preventative health block	66,000	120,000
STOP violence against women	73,200	1,493,200
Safe Havens	152,000	642,000
Sexual assault service program	380,000	380,000
Suicide prevention	(490,000)	0
Women, infants, and children	761,655	6,018,610
Other grants	66,342	2,041,600
Total	\$684,697	\$15,730,910

The House removed federal funding for health care reform, including funding for abstinence education totaling \$182,100, including operating expenses (\$18,100) and grants (\$164,000).

The House provided \$425,000 from the general fund for the Safe Havens program.

26. Decreases spending authority for the distribution of tobacco prevention and control grants to be provided by the Comprehensive Tobacco Prevention and Control Advisory Committee by \$2,967,458 and increases tobacco prevention and control operating expenses by \$2,487 to provide a total of \$6,162,396 (\$2,964,971) (\$2,964,971)

27. Decreases funding for the women, infants, and children food payments line item to provide a total of \$24,158,109 (\$905,266) (\$905,266)

28. Increases funding for suicide prevention and early intervention, including temporary salaries and wages (\$118,751), operating costs (\$172,742), and grants (\$450,000). Funding from the general fund for grants totals \$700,000. \$741,493 \$741,493

29. Removes federal fiscal stimulus funding provided in the 2009-11 biennium, including operating expenses (\$384,736) and grants (\$1,462,081) (\$1,846,817) (\$1,846,817)

30. Increases funding from the general fund for state stroke registry operating expenses (\$78,500) and grants (\$172,200) to replace funding from the community health trust fund during the 2009-11 biennium and to provide for a total of \$473,324, of which \$222,624 is from the community health trust fund. The House changed the source of funding for the state stroke registry to provide a total of \$473,324 from the community health trust fund.	\$250,700	(\$250,076)	\$624
31. Decreases funding for Women's Way grants and replaces funding from the community health trust fund during the 2009-11 biennium to provide for a total of \$400,500, all of which is from the general fund. The House changed the source of funding for Women's Way to provide \$400,500 from the community health trust fund.	\$300,500	(\$304,332)	(\$3,832)
32. Provides funding from federal funds for Women's Way care coordination, including operating expenses (\$99,260) and grants (\$400,740). The House changed the source of funding from federal funds to the community health trust fund.		\$500,000	\$500,000
33. Adds federal fiscal stimulus funding for the 2011-13 biennium for Healthy Communities		\$113,166	\$113,166
34. Increases funding for colorectal cancer screening grants and replaces funding from the community health trust fund during the 2009-11 biennium to provide for a total of \$477,600, all of which is from the general fund	\$477,600	(\$338,233)	\$139,367
35. Increases funding from federal funds for a home visiting program, including temporary salaries and wages (\$224,768), operating expenses (\$326,236), and grants (\$845,000). The House removed funding for federal health care reform, including home visiting program funding for temporary salaries and wages (\$224,768), operating expenses (\$343,244), and grants (\$845,000), including indirect cost allocations.		\$1,396,004	\$1,396,004
36. Provides funding from federal funds for an oral health workforce life program, including temporary salaries and wages (\$105,820), operating expenses (\$72,640), capital assets (\$30,200), and grants (\$343,000)		\$551,660	\$551,660
37. Provides funding from charities for the operating expenses of a Cribs for Kids safe crib program		\$100,000	\$100,000
38. Adds funding for 1 FTE position (\$125,557) and operating costs (\$9,960) for injury prevention. The House removed this funding and the related FTE position.	\$135,517		\$135,517

Environmental Health

39. Provides funding to address salary equity issues for air quality and environmental engineers. The House removed this funding.	\$70,000		\$70,000
40. Decreases funding for operating costs, including the following major changes:	\$50,004	(\$505,635)	(\$455,631)

	Increase (Decrease)	Total Provided
Travel	(\$120,666)	\$751,119
Supplies - Information technology software	\$18,585	\$168,939
Information technology equipment under \$5,000	(\$41,137)	\$119,051
Other equipment under \$5,000	(\$67,400)	\$70,500
Utilities	\$17,495	\$379,618
Rentals/leases - Building/land	\$46,393	\$877,909
Repairs	(\$15,225)	\$687,783
Information technology contractual services	(\$180,000)	\$80,000
Medical, dental, and optical	(\$124,353)	\$1,632,413

41. Decreases funding for bond payments to provide a total of \$438,129	(\$844)	(\$10,669)	(\$11,513)
42. Increases funding for extraordinary repairs to provide a total of \$316,329		\$79,663	\$79,663

43. Decreases funding for equipment over \$5,000 to provide a total of \$528,400		(\$134,030)	(\$134,030)
44. Increases funding for information technology equipment over \$5,000 to provide a total of \$83,000		\$60,200	\$60,200
45. Decreases funding in the grants line item to provide a total of \$17,277,400		(\$7,950,000)	(\$7,950,000)
46. Removes federal fiscal stimulus funding provided in the 2009-11 biennium		(\$15,365,759)	(\$15,365,759)
47. Provides federal funding for an increase in epidemiology laboratory capacity, including temporary salaries and wages (\$118,800) and operating costs (\$18,270)		\$137,070	\$137,070
48. Adds federal fiscal stimulus funding for the 2011-13 biennium for environmental health arsenic trioxide		\$2,000,000	\$2,000,000
49. Adds federal fiscal stimulus funding for the 2011-13 biennium for environmental health water quality		\$50,000	\$50,000
50. Adds federal fiscal stimulus funding for the 2011-13 biennium for environmental health clean water		\$360,156	\$360,156
51. Adds federal fiscal stimulus funding for the 2011-13 biennium for environmental health drinking water		\$318,101	\$318,101

Emergency Preparedness and Response

52. Decreases funding for operating costs, including the following major changes:	\$3	(\$649,226)	(\$649,223)
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	Increase (Decrease)	Total Provided
Travel	(\$23,421)	\$193,708
Supplies - Information technology software	(\$25,900)	\$65,119
Information technology equipment under \$5,000	(\$41,702)	\$62,070
Other equipment under \$5,000	(\$37,045)	\$6,400
Rentals/leases - Building/land	\$50,665	\$441,327
Information technology contractual services	(\$65,667)	\$492,133
Fees - Professional services	(\$71,815)	\$372,200
Medical, dental, and optical	(\$464,884)	\$192,361

53. Decreases federal funding in the grants line item to provide a total of \$6,937,754 from federal funds		(\$4,123,758)	(\$4,123,758)
54. Removes funding provided from the community health trust fund for grants to ambulance services in the 2009-11 biennium and provides funding for the grants from the general fund during the 2011-13 biennium to provide a total of \$300,000	\$300,000	(\$300,000)	
55. Removes funding from the insurance tax distribution fund for ambulance staffing grants provided in the 2009-11 biennium to provide a total of \$1,250,000		(\$1,000,000)	(\$1,000,000)
56. Removes funding from the insurance tax distribution fund for an emergency management services study grant provided in the 2009-11 biennium		(\$500,000)	(\$500,000)
57. Removes funding for emergency management services rural law enforcement grants provided in the 2009-11 biennium	(\$128,400)		(\$128,400)
58. Removes funding from the health care trust fund for ambulance quick response unit pilot project grants		(\$125,000)	(\$125,000)
59. Provides funding from the general fund to replace reduced federal funding available through the Department of Transportation for services provided to ambulances and for the statewide trauma program, including funding for salaries and wages (\$112,434) and operating expenses (\$411,466). The House removed this funding.	\$523,900		\$523,900
60. Decreases funding for equipment over \$5,000 to provide a total of \$292,500		(\$94,745)	(\$94,745)
61. Provides funding for information technology equipment over \$5,000		\$18,000	\$18,000

62. Due to a reduction in federal funding, the executive recommendation deletes .5 FTE position to provide for positions added in other divisions and reduces funding for Emergency Medical Services and Trama Division operating expenses	(\$97,569)	(\$267,184)	(\$364,753)
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Special Populations

63. Decreases funding for operating costs, including a decrease in fees - professional services of \$80,222	(\$83,675)	\$16,472	(\$67,203)
64. Provides funding for equipment over \$5,000		\$7,661	\$7,661
65. Increases (decreases) in funding for grants to provide \$2,806,038, including the following major changes:	\$458,675	(\$384,958)	\$73,717

	Increase (Decrease)	Total Provided
Catastrophic relief funds	\$50,000	\$50,000
Russell-Silver Syndrome grants	(50,000)	0
Veterinarian loan program	95,000	445,000
Medical personnel loan repayment program	72,500	420,000
Dental loan repayment program	(43,448)	440,000
Nonprofit dental loan repayment program	(180,000)	0
Federal loan repayment program	52,500	52,500
Dental new practice grants	20,000	30,000
Multidisciplinary clinic grants	30,757	400,000
Medicaid management information system grants	14,751	14,751
Federal primary care contract grants	11,657	114,000
Increase in special populations grants	\$73,717	\$1,966,251

66. Removes federal fiscal stimulus funding provided in the 2009-11 biennium for special populations primary care grants		(\$56,475)	(\$56,475)
67. Adds federal fiscal stimulus funding for the 2011-13 biennium for special populations primary care grants		\$42,270	\$42,270

Other Sections in Bill

Environment and rangeland protection fund - Section 3 authorizes the department to spend \$272,310 from the environment and rangeland protection fund for the ground water testing programs. Of this amount, \$50,000 is for a grant to the North Dakota Stockmen's Association for the environmental services program.

Indirect cost recoveries - Section 4 allows the State Department of Health to deposit indirect cost recoveries from federal programs and special funds in its operating account.

Litigation and administrative proceedings - A section is added providing a \$500,000 contingent appropriation from the general fund and authorization for a \$500,000 line of credit with the Bank of North Dakota to provide funding for costs associated with litigation and other administrative proceedings involving the United States Environmental Protection Agency. The department may spend the general fund money and access the line of credit only upon approval by the Attorney General. The department must report quarterly to the Budget Section regarding the status of any litigation and other administrative proceedings.

Suicide prevention program - A section is added to provide legislative intent that the State Department of Health work in conjunction with the Indian Affairs Commission to develop, implement, and coordinate a suicide prevention program, including outreach, education, and administration of grants for suicide prevention activities.

Regional public health network pilot project study - A section is added to provide for a Legislative Management study of a regional public health network pilot project conducted during the 2009-11 biennium, including services provided, effects of the project on participating local public health units, efficiencies achieved in providing services, cost-savings to state and local governments, and possible improvements to the program.

Tobacco settlement trust fund - A section is added to amend North Dakota Century Code Section 54-27-25 relating to the tobacco settlement trust fund.

Continuing Appropriations

Combined purchasing with local public health units - Section 23-01-28 - Vaccines are not always available to local health units so it is necessary for the State Department of Health to purchase the vaccine and request the payment from the local health units. When the vaccines are delivered and payment is received, the net effect is zero.

Environmental quality restoration fund - Sections 23-31-01 and 23-31-02 - Allows the State Department of Health to provide immediate and timely response to catastrophic events that threaten the public and environmental health and when the responsible party is late in responding or cannot be located.

Organ tissue transplant fund - Sections 23-01-05.1 and 57-38-35.1 - Provides financial assistance to organ or tissue transplant patients who are residents of North Dakota and demonstrate financial need. Tax refunds of less than \$5 are transferred to the organ

tissue transplant fund. The State Health Officer is responsible for adopting rules and administering the fund, and the Tax Department collects the funds.

Veterinarian loan repayment - Section 43-29.1-08 - The Health Council may accept any conditional or unconditional gifts, grants, or donations for the purpose of providing funds for the repayment of veterinarians' education loans. All money received as gifts, grants, or donations under this section are appropriated as a continuing appropriation to the Health Council for the purpose of providing funds for the repayment of additional veterinarians' education loans. If an entity desires to provide funds to the Health Council to allow an expansion of the program beyond three veterinarians, the entity must fully fund the expansion for a period of four years.

Major Related Legislation

House Bill No. 1041 transfers registration of nurse aides, home health aides, and medication assistants I and II from the Board of Nursing to the State Department of Health.

House Bill No. 1044 creates a statewide funding plan for emergency medical services and provides \$2 million from the general fund to the State Department of Health to provide state assistance grants to emergency medical services operations and related administrative costs.

House Bill No. 1202 provides \$160,000 from the general fund to the State Department of Health for an automated external defibrillator maintenance and readiness grant to provide training to individuals in each of the state's regional education associations.

House Bill No. 1266 provides \$50,000 from the general fund to the State Department of Health for support of the comprehensive state trauma system.

House Bill No. 1297 relates to the regulation of abortion.

House Bill No. 1325 extends the moratoriums on nursing home and basic care beds and allows facilities to delicense beds.

House Bill No. 1335 relates to exemptions from enforcement actions for water transfers used to control flooding.

House Bill No. 1352 requires the State Department of Health to register music therapists.

Senate Bill No. 2035 allows pharmacists to administer immunizations and vaccinations to minors.

Senate Bill No. 2067 relates to newborn disease screening and research regarding metabolic and genetic diseases.

Senate Bill No. 2084 relates to orders for the treatment of individuals with tuberculosis.

Senate Bill No. 2146 allows for in-kind matching by the community for new dental practice grants.

Senate Bill No. 2215 requires the State Department of Health to prepare a pamphlet relating to umbilical cord blood donation.

Senate Bill No. 2276 relates to creating a state vaccine fund and a North Dakota vaccine group purchasing board.

Senate Bill No. 2341 relates to the veterinarian loan repayment program.

Senate Bill No. 2354 relates to an eating disorder training program.

ATTACH:1